

PRESS RELEASE

Verona, 14th November 2005

CAD IT: THE BOARD OF DIRECTORS HAS APPROVED THE QUARTERLY REPORT AT 30TH SEPTEMBER 2005

CAD IT closes the third quarter of 2005 with Production Revenues of €12.4 million, substantially in line with the €12.7 million of the third quarter in 2004.

In period terms, in the first nine months, the CAD IT Group's EBITDA and EBIT figures were in line with the previous year.

The pre-tax profit for the first nine months shows a 5% increase.

The Net Financial Position at 30th September 2005 was in credit by €11.4 million, an increase compared to the €10.6 million at 30th September 2004.

The Board of Directors of CAD IT S.p.A, leader in the Italian financial software market and quoted on TechStar, has today approved the Quarterly Report at 30th September 2005.

The main consolidated results of CAD IT's third quarter show:

- **Production Revenues** of €12.4 million, substantially in line with the €12.7 million of the third quarter 2004;
- **Gross Operating Result (EBITDA)** of €2.2 million compared to the €2.6 million of the third quarter 2004;
- **Operating Result (EBIT)** of €1.9 million compared to the €2.2 million of the third quarter 2004;
- **Pre-tax Profit** of €2 million, which corresponds to 15.9% of Production Revenues, compared to the €2.2 million of the third quarter in 2004.

In period terms, in the first nine months, the CAD IT Group's figures were substantially in line with those of the previous year with an **EBITDA** of €6.9 million and an **EBIT** of €5.8 million. The **Pre-tax Profit** in the first nine months of the financial period shows a 5% increase and stands at €5.8 million.

Moreover, CAD IT reports that the **Consolidated Net Financial Position** at 30th September 2005 was €11.4 million, higher than the €11.1 million at the end of 2004 and growing compared to the €10.6 million registered at the third quarter of 2004.

The figures shown were entirely drawn up in accordance with the new IAS/IFRS international standards.

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE 3Q AND THE PERIOD

	<i>3Q2005</i>		<i>3Q2004</i>		<i>1Period 2005 01/01 - 30/09</i>		<i>1 Period 2004 01/01 - 30/09</i>	
Turnover - goods and services	11,231,506	90.35%	11,383,558	89.96%	34,582,206	89.86%	35,360,244	89.96%
Variation in contract work in progress	32,367	0.26%			32,367	0.08%		
Increase in internal work capitalised under fixed assets	1,182,627	9.51%	1,146,010	9.06%	3,872,975	10.06%	3,693,628	9.40%
Other revenues and income	24,686	0.20%	5,085	0.04%	36,344	0.09%	80,655	0.21%
<i>Production revenues</i>	<i>12,430,758</i>	<i>100.00%</i>	<i>12,654,653</i>	<i>100.00%</i>	<i>38,483,464</i>	<i>100.00%</i>	<i>39,304,527</i>	<i>100.00%</i>
Raw materials, consumables and supplies	-334,928	-2.69%	-186,343	-1.47%	-736,763	-1.91%	-1,194,914	-3.04%
Services	-2,110,669	-16.98%	-2,176,673	-17.20%	-6,198,088	-16.11%	-6,816,281	-17.34%
Other operating costs	-342,042	-2.75%	-210,673	-1.66%	-785,980	-2.04%	-650,730	-1.66%
<i>Added value</i>	<i>9,643,119</i>	<i>77.57%</i>	<i>10,080,964</i>	<i>79.66%</i>	<i>30,762,633</i>	<i>79.94%</i>	<i>30,642,602</i>	<i>77.96%</i>
Personnel expenses	-6,889,002	-55.42%	-6,821,760	-53.91%	22,182,113	-57.64%	21,690,591	-55.19%
Other administrative expenses	-551,754	-4.44%	-623,858	-4.93%	-1,711,794	-4.45%	-1,980,849	-5.04%
<i>Gross operating result (EBITDA)</i>	<i>2,202,363</i>	<i>17.72%</i>	<i>2,635,346</i>	<i>20.83%</i>	<i>6,868,726</i>	<i>17.85%</i>	<i>6,971,162</i>	<i>17.74%</i>
Accrual to provision for bad debts	1,316	0.01%	-15,495	-0.12%	-2,106	-0.01%	-39,786	-0.10%
Amortisation and depreciation								
- Amortisation of intangible fixed assets	-63,107	-0.51%	-157,000	-1.24%	-344,446	-0.90%	-465,124	-1.18%
- Depreciation of tangible fixed assets	-278,328	-2.24%	-211,000	-1.67%	-671,405	-1.74%	-633,200	-1.61%
Other accruals			-973	-0.01%			-4,012	-0.01%
<i>Operating profit (EBIT)</i>	<i>1,862,244</i>	<i>14.98%</i>	<i>2,250,878</i>	<i>17.79%</i>	<i>5,850,769</i>	<i>15.20%</i>	<i>5,829,040</i>	<i>14.83%</i>
Financial income and charges, net	44,507	0.36%	46,462	0.37%	202,290	0.53%	196,358	0.50%
<i>Profit from ordinary activities</i>	<i>1,906,751</i>	<i>15.34%</i>	<i>2,297,340</i>	<i>18.15%</i>	<i>6,053,059</i>	<i>15.73%</i>	<i>6,025,398</i>	<i>15.33%</i>
Revaluations and write-downs	272,114	2.19%	31,615	0.25%	44,546	0.12%	121,118	0.31%
<i>Profit before taxation and minority interests</i>	<i>2,178,865</i>	<i>17.53%</i>	<i>2,328,955</i>	<i>18.40%</i>	<i>6,097,605</i>	<i>15.84%</i>	<i>6,146,516</i>	<i>15.64%</i>
Profit /(loss) of minority interests before taxation	-203,314	-1.64%	-84,460	-0.67%	-284,445	-0.74%	-590,862	-1.50%
<i>Profit/(loss) of the Group before taxation</i>	<i>1,975,551</i>	<i>15.89%</i>	<i>2,244,495</i>	<i>17.74%</i>	<i>5,813,160</i>	<i>15.11%</i>	<i>5,555,654</i>	<i>14.13%</i>



The CAD IT Group

The CAD IT Group has developed and distributed information systems for the banking sector, P.A. and companies for over 20 years. CAD IT's offers include standard and personalised applicative packages, software maintenance, updating, consultancy and training.

CAD IT is leader in the Italian software market for the banking sector with its main product, Financial Area, a programme which completely manages all functions connected to negotiation, settlement and administration of security transactions, debentures, derivatives (in any currency) and adopted by 50% of Italian banking outlets.

In addition, the Group boasts a long-standing activity in the industrial sector and the capacity to offer solutions for e-business, credit and industrial companies in constant evolution.

Contacts: CAD IT Spa

Paolo Dal Cortivo
Tel. +39 045 8211 236
Investor@cadit.it
www.cadit.it

Mirella Villa Comunicazione S.r.l.

Francesca Baldini, Serena Battiloro
Tel +39 02 499 85 327- 365
francesca.baldini@villacomunicazione.it
serena.battiloro@villacomunicazione.it